Silver Flag Exercise Site

Integrity - Service - Excellence

Fiscal Law and Propriety Funding

U.S. AIR FORCE

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Overview

- Purpose
  - Color of Money
- Time
  - One Year, Multiple Year, and No Year
- Amount

References

- AFFARS, Appendix CC
  - CC-502-2
- AFLMA CCO Handbook
  - Page 18
  - Page 27
  - Chapter 4, pages 56 – 62

Fiscal Law

- **Purpose**
  - **Color of Money**
  - **Appropriations must be expended for the specific reason established by Congress**
  - **DoD Authorization Act**
    - **Congress says it is OK to spend the money**
    - **What we can spend the money on**
    - **Could be specific or general**
  - **DoD Appropriations Act**
    - **Congress actually gives us the money**

Fiscal Law

- **Purpose Criteria**
  - **Not prohibited by law**
  - **Not fall in the specific scope of another appropriation**
  - **Spend the money on what it was intended for, not what is wanted**

Fiscal Law

- Time
  - One Year – made for specific FY and available for new obligations in same FY
    - O&M
    - Military Personnel
  - Multiple Year – available for definite period in excess of one FY
    - RDT&E
    - DERF (9/11)
  - No Year - available for new obligation without FY limitation
    - Working Capital Funds
    - TWCF

Fiscal Law

- **Bona Fide Need**
  - **Lead-time – requires items to be bought in another FY**
  - **Stock-level – supply need exists to meet authorized stock level (excess is prohibited)**
  - **Severable vs. Non-severable**
  - **One-time maintenance and repair**
  - **Outdoor construction and renovation**
- **Amount**
  - **ADA**

Fiscal Law

- **Amount**
  - **ADA**
- **Exceptions**
  - **Feed/Food and Forage Act**
    - **Food, Fuel, Lodging, Transportation, and Medical Supplies**
    - **Secretary of Defense**
    - **Contractual Authority *Only***
  - **Khobar Towers**
  - **9/11/01**

Fiscal Law

- Type of Funds
  - Operations & Maintenance Funds
    - Fund Code 30
    - AF Form 616
    - Emergency Funding Action
  - Military Personnel Funds
    - Fund Code 32
    - Partial Payments
      - Officer – P510
      - Enlisted – P530
      - Subsistence – P56*

Fiscal Law

- Type of Funds
  - Procurement Funds
    - More than $250K threshold
    - Common appropriation – 3080
  - Specified Military Construction Funds
    - O&M for $750K or less
    - Exception $1.5M for health and safety concerns
    - SECDEF Exception

Fiscal Law

- **Alternate Funding Sources**
  - **Non-Appropriated Funds (NAF)**
  - **Defense Health Program**
  - **CINC Initiative Funds**
  - **Overseas Humanitarian, Disaster, and Civic Assistance (OHDACA)**
    - **Somalia**
    - **Donation of non-lethal DoD assets**
    - **Rapid response capabilities**
      - **Logistics & transportation**
      - **C3**

U.S. AIR FORCE

Questions?

Summary

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